

Hess Mart Managers TO:

MENO: CVI/001/97

FROM:

C. V. ISZARD

DATE.

5/6/97

:TOBLEU2

CIGARETTE DISPLAY COMPLIANCE (REVISED 8/25/97)

This review is provided so that you can determine your compilance and eliminate the possibility of being in non-compliance with the Philip Morrie, R. J. Reynolds, Brown & Williamson, and Lorllard agreements.

All displays must be placed in accordance with your location's authorized schematic. NOTE: Many of the agreed upon fixture sizes may be different from what you actually have in your location. The fixtures listed below are the minimum size regulred to comply with Retail Masters. It is your responsibility to see that you are in compliance with your schematic and the compliance percentages at all times.

All locations should already be in full compilance. (The only changes in 1997 are for the locations that roccive a Newport Rack.) If you cannot comply with one of the contracts, you must contact. K. Strype to discuss the compliance issues.

Exhibit A will help you to determine the number of facings for each manufacturor. In summary:

- Philip Morris products must have at least 53.8% of the Full Price facings if a Newport Fixture is present -or- at least 58% of the Full Price facings if there is no Newbort Fixture.
- Phillip Morris must have 50% of the Low Price facings.
- RJR must have a minimum of 32 total facings to comply with the Partners program.

If you have any questions concerning compliance, please call Kethy Strype at X8158.

cc: H. Small

Region Managers

R. Lawlor

Division Managers

B. Doyle

K. Strype

Marketing Representatives